

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 1, 1995

SUBJECT: **SB 1028 - HB 1664**

This bill, if enacted, will provide a 25% tuition discount at any public higher education institution in Tennessee to any member of the Tennessee National Guard and every child in Tennessee under the age of 24 whose parent is a member of the Tennessee National Guard.

The fiscal impact from enactment of this bill is estimated to be a decrease in school revenues of approximately \$616,000 of which \$473,000 is the estimated tuition discount for guardsmen and \$143,000 is the estimated tuition discount for children of guardsmen.

The following assumptions are made for guardsmen:

1. There are currently 18,000 active members of the National Guard. Approximately 30% or 5400 are attending higher education institutions.

Guardsmen Attending Full-time	1080	
Discounted tuition	x	<u>\$322.76</u>
		\$348,580.80
Guardsmen Attending Part-time	4320	
Discounted tuition	x	<u>\$28.76</u>
		<u>124,243.20</u>
Loss of Revenues Per Year for Guardsmen		<u>\$472,824.00</u>

SB 1028 - HB 1664

2. The following assumptions are made for children of guardsmen:

There are currently 18,000 active members of the National Guard. A 4% participation rate is used to determine the number of children of guardsmen who will be attending school and receiving the discount:

Children Attending Full-Time	418	
Discounted tuition	x <u>\$322.76</u>	\$134,913.68

Children Attending Part-Time	302	
Discounted tuition	x <u>\$28.76</u>	<u>8,685.52</u>

Loss of Revenues Per Year for Children of Guardsmen \$143,599.20

Total Loss of Revenues Per Year from Both Groups \$616,423.20

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director